



State of Utah

School and Institutional
TRUST LANDS ADMINISTRATION

0004 5/055/006

Michael O. Leavitt
Governor

David T. Terry
Director

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801-355-0922 (Fax)
<http://www.trustlands.com>

October 13, 1998

Dick Shumway
Sunray Mineral Products
4986 Spanish Valley Dr.
Moab, UT 84532

RE: ML 44815-Clay

Dear Mr. Shumway,

My review of your August 21, 1998, notification to commence mining in the S2SW4, Sec. 2, T27S, R9E, under ML 44815 is complete and no additional information is requested by the Trust Lands Administration at this time. C.D. No. 9010455 in the amount of \$5,000 was accepted by the Director on September 30, 1998, to cover your proposed operations.

As you are aware there remains some question as to how the Division of Oil, Gas & Mining may regulate mining of the carbonaceous material you propose to mine under your Clay lease. Approval to commence mining by the Trust Lands Administration does not constitute approval of your notification by the Division of Oil, Gas & Mining. Please comply with all regulations of the Division of Oil, Gas & Mining before commencing operations.

Sincerely,

John T. Blake
Mineral Resources Specialist

cc: Tony Gallegos
Jim Smith

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From: John Blake
To: NRDOMAIN.NROGM(DHaddock), NRDOMAIN.NROGM(WHEDBERG)
Date: 10/27/98 8:01am
Subject: Sunray Minerals Products, Humate Mine, Wayne County, Utah -Reply

SITLA supports the recommendation made by Jim Smith. We believe that the upper Ferron seam of carbonaceous material should be regulated under the DOGM Minerals program rather than the Coal program, in both the Emery area and the Factory Butte area.

CC: NRDOMAIN.NROGM(JSmith, TGallego),